BEFORE

THE PUBLIC SERVICE COMMISSION OF

SOUTH CAROLINA

DOCKET NO. 93-344-W/S - ORDER NO. 93-880 V

SEPTEMBER 21, 1993

IN RE: Application of Carolina Water Service to Transfer Water System in Black Horse Run, Lancaster County to Lancaster County Water and Sewer District.)ORDER ISSUING)RULE TO SHOW)CAUSE AND)INSTRUCTING)NOTICE TO)CUSTOMERS

This matter comes before the Public Service Commission of South Carolina (the Commission) upon consideration of Carolina Water Service, Inc.'s (CWS') requested transfer of its water system in Black Horse Run Subdivision in Lancaster County to Lancaster County Water & Sewer District. CWS' Application was filed on June 2, 1993, pursuant to 26 S.C. Regs. 103-704 (1976). 26 S.C. Regs. 103-704 requires a public water utility to obtain Commission approval prior to selling any of its utility system.

Pursuant to the June 23, 1993, instructions of the Executive Director, CWS was directed to publish in newspapers of general circulation and provide each customer with a Notice of Filing. This Notice of Filing advised persons of the proposed transfer and of the appropriate procedure to intervene as a party in the proceeding. Thereafter, the Commission was informed that CWS sold the Black Horse Run Water System to the Lancaster County Water & Sewer District on April 13, 1993.

Based on the information that CWS sold its Black Horse Run water system prior to obtaining Commission approval, the Commission hereby issues this Rule to Show Cause against CWS. CWS shall respond within fourty-five (45) days of receipt of this Rule to Show Cause Order and shall specifically state why the Commission should not void the sale of the water system to the Lancaster County Water & Sewer District and/or seek other relief, including the imposition of fines against CWS. In addition, CWS shall within fifteen (15) of the date of this Order again furnish to its customers in the Black Horse Run Subdivision the attached Notice of Filing and publish one (1) time in newspapers of general circulation the attached Notice of Filing. CWS shall thereafter certify to the Commission that it has complied with this directive.

IT IS SO ORDERED.

BY ORDER OF THE COMMISSION:

Chairman

ATTEST:

Executive Director

(SEAL)